



UTAH DEPARTMENT OF AGRICULTURE AND FOOD

P O Box 146500 • Salt Lake City UT 84114-6500
Telephone: 801-538-7103 • Fax: 801-538-4939

January 5, 2005

Dear Livestock Producer and 2004 NDM Program Participant:

RE: NDM Sales Credit Established – IMMEDIATE Action Required

The 2004 Nonfat Dry Milk (NDM) Emergency Livestock Program ended on December 31, 2004. The foundation livestock producers in the 10 eligible counties in the state qualified to receive 7,429,500 pounds of surplus NDM product. We had a total of 531 producers sign up and all but 100 claimed the NDM or bartered the NDM voucher. This amounted to a total of 6,439,500 pounds of NDM, which left a balance of 990,000 pounds that was unclaimed or unallocated.

As a result, we had the opportunity to offer this remaining product to qualified feed dealers at a silent auction on December 20, 2004, which was combined with product from the states of Idaho, Montana and Wyoming. The product was auctioned off to the highest bidder, and the 24 truckloads of the Utah NDM allocation generated \$126,720 in revenue.

As a participant in the 2004 NDM Program, you are entitled to receive a credit that will be established at a predetermined feed dealer/store that you select from the attached list. The credit will be based on the number of bags of NDM product you qualified for which are outlined in the table below.

You need to contact the department, at 801-538-7103, **by no later than January 21, 2004** to determine where your credit will be established. Once we have received this information from you, you will receive a letter from our office verifying the NDM credit amount and location for claiming the credit. It can be used to purchase any commodities or products at the store.

Credit Allocation Formula

Bag Range	# in Range	Credit Amount	Bag Range	# in Range	Credit Amount
0-99	260	\$60	700-799	8	\$825
100-199	90	\$125	800-899	6	\$925
200-299	64	\$225	900-999	0	0
300-399	27	\$325	1000-1999	18	\$1500
400-499	24	\$425	2000-2999	0	0
500-599	22	\$525	3000-3999	2	\$2500
600-699	10	\$625		531	

We are fortunate to be able to offer this additional benefit from the 2004 NDM Emergency Livestock Feed Program. Hopefully the next few months will see added relief from the prolonged drought conditions.

Please don't delay, act on this notice quickly.

Sincerely,

Kyle R. Stephens
Acting Commissioner